

SENATE FINANCE INVESTMENT SUBCOMMITTEE

**TERMS OF REFERENCE**

COMMITTEE	FINANCE INVESTMENT SUBCOMMITTEE
PURPOSE	<p>The role of the Investment Subcommittee is to monitor and advise the Finance and Audit Committee on:</p> <ul style="list-style-type: none"> <li>a) matters relating to the University's investment portfolio with particular reference to: <ul style="list-style-type: none"> <li>i. the appropriateness of investment policies</li> <li>ii. the success of investment strategies</li> <li>iii. the sustainability of investment strategies;</li> </ul> </li> <li>b) strategies for the management of University investments, including policies, mandates, asset allocations, earnings targets, spending goals, and financial risks;</li> <li>c) recommendations for the University's Future Fund; and</li> <li>d) recommendations for strategic initiatives which are funded entirely from the Future Fund, including advice on the investment mandate for the Future Fund, which balances support for a broad range of core University objectives with seeking to achieve appropriate commercial returns.</li> </ul>
TERMS OF REFERENCE	<p>The Subcommittee's Terms of Reference are reflected in the University of Sydney Delegations of Authority Rule 2020 ('the Delegations'). The Subcommittee is authorised by Senate to:</p> <ul style="list-style-type: none"> <li>a) in accordance with <u>Delegation 6.27.4</u>, approve leases and licences, whether as tenant or landlord, where the authority is not retained by Senate under the Act (in relation to student accommodation and Future Fund, excluding student residential agreements) above \$20M, in relation to student accommodation and Future Fund;</li> <li>b) in accordance with <u>Delegation 6.21.5</u>, oversee and approve strategy for management of University medium and long-term investments (includes policies, mandates, asset allocations, earnings targets, spending goals, financial risk and Future Fund), after consultation with the Vice-President (Operations);</li> <li>c) in accordance with <u>Delegation 6.21.5</u>, determine policies and mandates in relation to medium and long-term investment and redemption of University funds; <u>and</u></li> <li>d) in accordance with <u>Delegation 6.21.2 &amp; 6.21.3</u>, appoint and terminate appointment of investment consultants and set limits for the appointment and termination of external investment managers, and approve appointments and terminations of external managers outside of those limits; <u>and</u>.</li> </ul> <p>The Subcommittee is to:</p> <ul style="list-style-type: none"> <li>a) review the annual and three-year Internal Audit Plan to ensure audits that fall within the purview of the committee are appropriate, timely and</li> </ul>

	comprehensive; and  b) review relevant Internal Audit Reports.
CHAIR	Appointed by Senate from the Fellows of Senate <sup>1</sup>
MEMBERSHIP	<p>The Investment Subcommittee is comprised of the following members:</p> <p>Ex-officio members</p> <ul style="list-style-type: none"> <li>• Chancellor</li> <li>• Deputy Chancellor</li> <li>• Vice-Chancellor</li> <li>• Chair of the Finance and Audit Committee.</li> </ul> <p>One Fellow of Senate appointed by the Nominations Committee after consultation by the Chair of the Subcommittee with the Chancellor and the Vice-Chancellor.</p> <p>Up to two external members with appropriate professional expertise and experience, appointed by the Nominations Committee on the recommendation of the Chair of the Subcommittee.</p>
TERM OF OFFICE	All members, including the Chair, are appointed for a term of office of two years. Terms of office are staggered where possible so that expertise and continuity can be maintained.
ATTENDEES	Any others as determined by the Chair when necessary.
QUORUM	At any meeting of the Subcommittee three members shall form a quorum.
SECRETARIAT	Chief Governance Officer
MEETINGS	The Subcommittee meets at least four times per year or at the Chair's discretion.
REPORTING	The Subcommittee reports to Finance and Audit Committee following each meeting. The Chair of the Investment Subcommittee reports to Senate twice a year after the half- and full-year investment results are available.
MINUTES	Available on Diligent.

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<sup>1</sup> Not a staff or student Fellow